

LOW INCOME PERCENT FORMULA FOR FISCAL YEAR 1998/99
January 9, 1998

Low Income Percent = (Medicaid Fraction) + (Charity Fraction)

Medicaid Fraction¹

$$\text{Medicaid} = 100 \left[\frac{\left(\text{Medi-Cal paid patient revenue} \right) + \left(\text{Total cash subsidies from state and local governments} \right)}{\text{Total paid patient revenue}} \right]$$

Where,

$$\text{Medi-Cal paid Patient Revenue} = \left(\begin{array}{l} \text{Medi-Cal net patient revenue} \\ (\text{L1246005}) \end{array} \right) - \left| \begin{array}{l} \text{Disproportionate share payments} \\ (\text{L1242605}) \end{array} \right| + \left(\begin{array}{l} \text{Medi-Cal managed care net patient revenue}^2 \\ (\text{L1246009} + \text{L1246011}) \end{array} \right)$$

$$\text{Total Cash Subsidies From State and Local Governments} = \left| \begin{array}{l} \text{U.C. gross clinical teaching support} \\ (\text{L1244525}) \end{array} \right| + \left(\begin{array}{l} \text{County indigent program net patient revenue} \\ (\text{L1246009} + \text{L1246011}) \end{array} \right)$$

$$\text{Total Paid Patient Revenue} = \left(\begin{array}{l} \text{Total net patient revenue} \\ (\text{L0811001}) \end{array} \right) - \left| \begin{array}{l} \text{Disproportionate share payments} \\ (\text{L0804601}) \end{array} \right|$$

1. Unless otherwise noted, all data comes from the OSHPD Financial Disclosure Report for the hospital's fiscal year ending in 1996.
2. From the OSHPD Confidential Discharge Data files for calendar year 1996, and the San Mateo and Santa Barbara county plans paid claims files for calendar year of service 1996.

Charity Fraction^{1,2}

$$\text{Charity} = 100 \left[\frac{\left(\begin{array}{l} \text{Total other} \\ \text{inpatient charity} \end{array} \right) - \left(\begin{array}{l} \text{Inpatient portion of total cash subsidies} \\ \text{from state and local government s} \end{array} \right)}{\text{Gross inpatient revenue} \\ (\text{L1241521})} \right]$$

Where,

$$\begin{aligned} \text{Total Other Inpatient Charity} &= \left(\begin{array}{l} \text{County indigent} \\ \text{program gross} \\ \text{inpatient revenue} \\ (\text{L1241509}) \end{array} \right) - \left(\begin{array}{l} \text{County indigent} \\ \text{program gross} \\ \text{inpatient charity} \\ (\text{L1243009}) \end{array} \right) + \left(\begin{array}{l} \text{Gross} \\ \text{inpatient} \\ \text{charity} \end{array} \right) \\ &- \left(\begin{array}{l} \text{Gross inpatient} \\ \text{charity} \\ \hline \text{Gross patient} \\ \text{charity} \\ (\text{L1243025}) \end{array} \right) \left(\begin{array}{l} \text{Hill Burton} \\ \text{gross patient} \\ \text{charity} \\ (\text{L0806501}) \end{array} \right) + \left(\begin{array}{l} \text{U.C. gross} \\ \text{inpatient teaching} \\ \text{allowances} \\ (\text{L1244017}) \end{array} \right) + \left(\begin{array}{l} \text{U.C. gross} \\ \text{inpatient clinical} \\ \text{teaching support} \\ (\text{L1244517}) \end{array} \right) \end{aligned}$$

Where,

$$\text{Gross Inpatient Charity} = \left(\begin{array}{l} \text{Non-Medi-Cal gross} \\ \text{inpatient charity} \\ (\text{L1243001} + \text{L1243009}) \\ + \text{L1243013} + \text{L1243017} \end{array} \right) + \left(\begin{array}{l} \text{Medi-Cal gross} \\ \text{inpatient revenue} \\ (\text{L1241505}) \\ \hline \text{Medi-Cal gross} \\ \text{patient revenue} \\ (\text{L1241505} + \text{L1241507}) \end{array} \right) \left(\begin{array}{l} \text{Medi-Cal gross} \\ \text{patient charity} \\ (\text{L1243005}) \end{array} \right)$$

1. If Charity is less than zero then Charity = 0.
2. Unless otherwise noted, all data comes from the OSHPD Financial Disclosure Report for the hospital's fiscal year ending in 1996.

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$$\text{Inpatient Portion of Total Cash Subsidies from State and Local Government} = \left| \begin{array}{c} \text{U.C. gross inpatient clinical teaching support} \\ (\text{L1244517}) \end{array} \right| + \left(\begin{array}{c} \text{County indigent program} \\ \text{net inpatient revenue} \\ (\text{L1246009}) \end{array} \right)$$